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FISCAL IMPACT STATEMENT

LS 7079

BILL NUMBER: SB 426

NOTE PREPARED: Jan 5, 2013

BILL AMENDED:

SUBJECT: Turnaround Academies.

FIRST AUTHOR: Sen. Rogers

BILL STATUS: As Introduced

FIRST SPONSOR:

FUNDS AFFECTED: X GENERAL
DEDICATED
FEDERAL

IMPACT: State

Summary of Legislation: This bill requires the State Board of Education to enter into a contract with a special management team before assigning the team to a turnaround academy. It sets forth the responsibilities and duties that must be included in the contract and the principles that must be followed in establishing performance indicators.

Effective Date: July 1, 2013.

Explanation of State Expenditures: The bill could increase the state expenses associated with the management team. The bill would require a contract with the management team before the team takes over operation of the school and specifies provisions to be included in the contract. The impact would depend on the amount negotiated in the contract. The appropriations for the State Board of Education and the Education Roundtable were about \$3.7 M annually in FY 2012 and FY 2013.

Background: After the management team takes over control of a school, the team's operating expenses are funded from the state tuition support formula by redirecting the dollars from the school corporation to the management team. For the 2012-13 school year, the State Board of Education has assigned management teams to operate five schools and has assigned two management teams as lead partners to assist the school corporation in improving performance.

Explanation of State Revenues:

Explanation of Local Expenditures:

Explanation of Local Revenues:

State Agencies Affected: State Board of Education.

Local Agencies Affected:

Information Sources: State Board of Education.

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